A BILL FOR AN ACT

RELATING TO LOAN REPAYMENT FOR HEALTH CARE PROFESSIONALS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that many Hawaii
- 2 residents are unable to obtain timely and appropriate health
- 3 care due to shortages of primary health care providers in the
- 4 State. These shortages not only threaten individual health but
- 5 also cumulatively affect the State's health care costs. Rural
- 6 areas of Hawaii, which have been designated by the federal
- 7 government as medically underserved areas, have been most
- 8 significantly affected by shortages of primary and behavioral
- 9 health care providers. Social workers, marriage and family
- 10 therapists, and nurses are also urgently needed.
- In many cases, the increasingly high cost of education for
- 12 health care professionals binds graduates to a career path that
- 13 provides sufficient income to repay often exorbitant student
- 14 loans. These career paths most frequently lead to professional
- 15 practice in highly specialized areas of care in urban areas
- 16 rather than in general practice on the neighbor islands or in
- 17 rural areas, where the need is greatest. The legislature
- 18 further finds that counties in the United States with robust



- 1 primary health care systems have lower costs and improved
- 2 patient outcomes. Recognizing this correlation, many states
- 3 have made the policy decision to dedicate public funds to the
- 4 development of a strong primary health care workforce.
- 5 The only loan repayment program currently available in the
- 6 State is administered by the John A. Burns school of medicine at
- 7 the University of Hawaii at Manoa. This program leverages
- 8 private donations to access matching federal funds through the
- 9 State Loan Repayment Program of the National Health Service
- 10 Corps of the Department of Health and Human Services. Since
- 11 September 1, 2012, the loan repayment program has supported
- 12 forty-two recipients in exchange for work in underserved
- 13 geographic and practice areas in Hawaii. Currently, health care
- 14 professionals who have benefited from the loan repayment program
- 15 serve the communities of Waianae, Hilo, and Wailuku; at health
- 16 clinics in Kalihi-Palama Health Center, Queen Emma Clinic, and
- 17 Waikiki Health Center; and in public institutional settings at
- 18 the Federal Detention Center in Honolulu and the Halawa
- 19 correctional facility.
- The legislature recognizes the considerable public outcomes
- 21 achieved from the general funds allocated in each year of the

- 1 2017-2019 biennium to educate, train, and facilitate health care
- 2 professionals to work in underserved areas. At this time, the
- 3 loan repayment program supports twenty-four providers in Hawaii.
- 4 The purpose of this Act is to appropriate funds to the
- 5 department of health to fund the health care provider loan
- 6 repayment program administered through the John A. Burns school
- 7 of medicine to provide loan repayment for physicians, physician
- 8 assistants, psychologists, nurse practitioners, social workers,
- 9 marriage and family therapists, and nurses who agree to work in
- 10 a federally-designated health professional shortage area or in a
- 11 geographic area of Hawaii found to be underserved.
- 12 SECTION 2. There is appropriated out of the general
- 13 revenues of the State of Hawaii the sum of \$150,000 or so much
- 14 thereof as may be necessary for fiscal year 2019-2020 for the
- 15 health care provider loan repayment program; provided that no
- 16 funds shall be released unless matched on a dollar-for-dollar
- 17 basis by funds from a private or another public source.
- 18 The sum appropriated shall be expended by the department of
- 19 health in coordination with the John A. Burns school of medicine
- 20 at the University of Hawaii at Manoa for the purposes of this
- 21 Act.

S.B. NO. 5.D. 2 H.D. 1 C.D. 1

1 SECTION 3. This Act shall take effect on July 1, 2019.

S.B. NO. 5.D. 2 H.D. 1 C.D. 1

Report Title:

Loan Repayment; Health Care Professionals; Matching Funds; Appropriation

Description:

Appropriates funds for the Health Care Provider Loan Repayment Program administered through the John A. Burns School of Medicine of the University of Hawaii at Manoa; provided that the funds are matched on a dollar-for-dollar basis by a private or another public source. (CD1)

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